

Farmers Home Administration Washington D.C. 20250

December 12, 1985

FmHA - ASCS Coordination Relating to the ASCS Emergency Feed

Assistance Program (EFAP) and the FmHA Emergency (EM) Loan

Program

TO: All State Directors, Farmer Programs Chiefs, District Directors and County Supervisors

Purpose/Intended Outcome

The purpose of this AN is to set forth agreements reached between the Farmers Home Administration (FmHA) and the Agricultural Stabilization and Conservation Service (ASCS) regarding the processing of EM loans for applicants who have received or have been determined eligible to receive EFAP grain from ASCS.

Comparison with Previous AN

This AN replaces AN No. 941 (1945) which expired December 31, 1984.

Implementation Responsibilities

Each FmHA County Supervisor will provide the ASCS County Office with a written notification when a county(ies) is named by the Secretary, as an area where FmHA EM loan assistance is available.

Each ASCS County Executive Director will provide the FmHA County Office with lists of livestock producers who have been determined eligible by ASCS for EFAP grain.

A. A list of all producers found eligible by ASCS will be provided to FmHA each week during the period applications are being accepted. These lists will contain each producer's name, address, number of bushels of grain to be received (based on ASCS Form DF-17, "Delivery Order") and the dollar difference between the EFAP sales price and the local market price for the grain involved. (That difference will be considered as other compensation when calculating FmHA EM eligibility and maximum production loss loan entitlement).

EXPIRATION DATE: December 31, 1986

FILING INSTRUCTION: Preceding FmHA Instruction 1945-D



- B. When eligible producers are unable to obtain their full amount of EFAP grain from the initial source identified by ASCS, because of limited supplies, and are referred to a secondary source where the county loan rate is different than at the initial source, ASCS will notify FmHA of that change in dollar benefits.
- C. Producers found eligible by ASCS for EFAP grain will not automatically qualify for FmHA EM loan assistance. Those producers, who seek EM loan assistance in addition to EFAP grain, must qualify for that assistance under FmHA regulations.

Every precaution should be taken to assure the prompt exchange, completeness and correctness of these lists. If a thorough and timely job is done, we will avoid duplication of disaster benefits and later problems of collecting improperly made loans.

VANCE L. CLARK Administrator

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